

**FORM
INSP**Rev
X/20**State of Colorado
Oil and Gas Conservation Commission**1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

04/18/2024

Submitted Date:

04/19/2024

Document Number:

702502621

FIELD INSPECTION FORMLoc ID: 316209 Inspector Name: Burchett, Kirby On-Site Inspection: ☐ 2A Doc Num: **Operator Information:**

ECMC Operator Number: 10775

Name of Operator: KT RESOURCES LLC

Address: 3381 WESTBROOK LANE

City: HIGHLANDS State: CO Zip: 80129

Status Summary:

- ☒ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

Findings:

12 Number of Comments

4 Number of Corrective Actions

- ☒ Corrective Action Response Requested

**ANY CORRECTIVE ACTION(S) FROM
PREVIOUS INSPECTIONS THAT HAVE NOT
BEEN ADDRESSED ARE STILL APPLICABLE****Contact Information:**

Contact Name	Phone	Email	Comment
Baumgras, Dan	(307) 321-3299	Dan@KT-Res.com	
Adams, Karen	(303) 886-8733	adams@kt-res.com	
Engineering, ECMC		dnr_cogccengineering@state.co.us	
Wilson, Justin	(970) 878-3825	jrwilson@blm.gov	
Gale, Tony	(303) 886-8733	tony@kt-res.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
257149	WELL	SI	01/01/2023	GW	103-10008	WRD FEDERAL 24-44	SI

General Comment:**ECMC Inspection Report Summary**

On Thursday, 04/18/2024, Inspector Kirby Burchett, conducted a follow up field inspection at KT Resources LLC on the WRD Federal 24-44 well, Location #316209, in Rio Blanco County, Colorado.

This location is within or in close proximity to a Parks and Wildlife (CPW) District and Black Bear area with High Priority, NSO, Density and Other Consultation Habitat regulations.

Any Corrective Actions from previous Inspections are still applicable.

Follow up inspection in response to compliance issues observed during Insp. #707800312 on 4/13/23 and Insp. #702502461 on 3/6/24. The following Corrective Actions have not been resolved and original due dates will remain:

1. No BMP's installed to prevent sediment migration from occurring on location.
2. Sediment migration and erosion from location.
3. Culverts failing.
4. Emergency number from previous operator.
5. Meter calibration card not conspicuously posted.
6. Gas meter calibration out of compliance.
7. Mechanical Integrity Test to maintain SI status
8. Previous year weed growth now location debris

Refer to Inspection Photos for observed compliance issues.

A follow up on this site inspection will be conducted to ensure all compliance issues have been corrected to comply with ECMC rules.



LocationOverall Good: ☐

Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	As Wellhead signs are replaced: The Well name; The API Number; and Its legal location, including the quarter/quarter section will be required.		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator units include attached storage tanks. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank.		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: (800) 288-0560 or 911
Previous operator phone number on separator

Corrective Action: Remove or correct phone number

Date: 05/29/2023

Good Housekeeping:

Type	WEEDS		
Comment:	Weed growth from previous year Maintain noxious weed control on all disturbed and reclaimed areas as a result of Oil & Gas activities including access roads.		
Corrective Action:		Date:	

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment: ☐ Multiple Spills and Releases?

Fencing/:			
Type	TANK BATTERY		
Comment:	Livestock wire		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Bradenhead	# 1		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		

Comment:			
Corrective Action:			Date:
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:			Date:
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:			Date:
Type: Gas Meter Run	# 1		
Comment:		Card display loose and on the floor. Gas meter calibration out of compliance.	
Corrective Action:		Meters will be calibrated annually unless more frequent calibration is required by contractual obligations or by the Director.	Date: 03/17/2024
Type: Other	# 1		
Comment:		Rod string clamped off on wellhead	
Corrective Action:			Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	300 BBLS	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate				
Comment:		Unlined			
Corrective Action:					
		Date:			
Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	1	300 BBLS	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Earth	Adequate				
Comment:	Unlined				
Corrective Action:					Date:
<u>Venting:</u>					
Yes/No	NO				
Comment:					
Corrective Action:				Date:	
<u>Flaring:</u>					
Type					
Comment:					
Corrective Action:				Date:	

Inspected Facilities									
Facility ID:	257149	Type:	WELL	API Number:	103-10008	Status:	SI	Insp. Status:	SI
Idle Well									
Purpose:	<input checked="" type="checkbox"/> Shut In		<input type="checkbox"/> Temporarily Abandoned		Reminder:				
Comment:	<div>Previous Production - September 2020 10 days production 10/2022 - 12/2022 February 2024 Production Report Mechanical Integrity Test needed to maintain SI status</div>								
Corrective Action:	<div>Perform successful mechanical integrity test. If a successful MIT cannot be performed within 30 day CA time the well must be plugged within 3 months.</div>							Date: 04/06/2024	

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Reclamation - Storm Water - Pit

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Comment:		Insufficient Stormwater BMPs to control potential sediment discharges from operational roads, well pads, and other unpaved surfaces.				Date: 05/29/2023
Corrective Action:		Oil and gas operators shall implement and maintain Best Management Practices (BMPs) at all oil and gas locations to control Stormwater runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation.				
Pits: <input checked="" type="checkbox"/> NO SURFACE INDICATION OF PIT						

Attached Documents

You can go to ECMC Images (<https://ecmc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
702502622	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6516972